TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

Jeffyd. Spolling

SB 695 – HB 760

April 15, 2015

SUMMARY OF ORIGINAL BILL: Establishes that no more than three wineries or farm wine producers are authorized to conduct business at one satellite facility.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

SUMMARY OF AMENDMENT (006131): Prohibits out of state wineries from obtaining a winery license under the Grape and Wine Law.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Unchanged from the original fiscal note.

Assumptions for the bill as amended:

- The proposed legislation as amended will not significantly impact the number of satellite
 locations that will be established by wineries or farm wine producers. Any impact on
 application and licensing fees to the Alcoholic Beverage Commission will be not
 significant.
- The Alcoholic Beverage Commission reports that the proposed amendment clarifies that an out of state winery cannot obtain a Tennessee winery license solely due to its status as a winery in another state, without having a winery present in this state and meeting all other requirements for licensure. An out of state entity will still be able to obtain a winery license if they have a winery present in Tennessee and meet all other requirements for licensure.
- The number of current out of state wineries that have a Tennessee winery license without having a licensed winery in the state is zero.
- Any impact on statewide gross sales of wine will be not significant.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

/bos